Remedium

June 15, 2007

Ms. Bonnie Lavelle US EPA Region 8 EPR-SR 1595 Wynkoop Denver, CO 80202

Re: Annual Owners' Inspection Report

Robert R. Marriam, Consultant **Remedium Group, Inc.** A Subsidiary of W. R. Grace & Co.

6401 Poplar Ave., Suite 301 Memphis, TN 38119

Tel: (901) 820-2023 Fax: (901) 820-2061

ADMINISTRATIVE RECORD

SDMS Document ID

Dear Bonnie.

Remedium Group, Inc. has been assigned the responsibility of assuring that the Kootenai Development Impoundment Dam (aka, Grace Rainy Creek Dam) is maintained in a safe manner and conforms to all State of Montana Dam Safety Requirements. The Owners' Annual Inspection has been conducted by outside qualified professional engineers (Billmayer Engineering of Kalispell, MT) and the report is attached.

In short, the dam and impoundment was found to be in good to excellent condition and no immediate or emergency-type situations exist. The recommendations proposed by Mr. Jay Billmayer, P.E., will be undertaken during the 2007 construction season.

Copies of this report have been forwarded to appropriate Montana Dam Safety Division. Please advise if there are any questions.

Røbert R. Marriam

cc: Catherine Lecours dwp/Attachment